

Heather Shirley Smith Deputy General Counsel

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August 3, 2021

VIA ELECTRONIC FILING

The Honorable Jocelyn G. Boyd Chief Clerk and Executive Director Public Service Commission of South Carolina 101 Executive Center Drive, Suite 100 Columbia, SC 29210

Re: Joint Petition of Duke Energy Carolinas, LLC and Duke Energy Progress, LLC to Establish a Consolidated Informational Docket for Review and Consideration of Grid Improvement Plans (NDI Opened Pursuant to Commission Order No. 2020-533) Docket No. ND-2020-28-E

Dear Ms. Boyd:

On August 12, 2020, by Order 2020-533 in Docket No. 2019-381-E, the Commission approved Duke Energy Carolinas, LLC's ("DEC") and Duke Energy Progress, LLC's ("DEP") (collectively, the "Companies") joint request to establish an informational docket for review and consideration of its Grid Improvement Plan ("GIP"). As a result of that order, on August 14, 2020, the Commission opened the above-referenced NDI docket.

On April 15, 2021, the Companies filed the 2020 GIP Status Report for DEC and DEP. This report showed how the Companies were performing in terms of program costs and units compared to its targets.

On May 17, 2021, the Companies filed an update regarding the South Carolina GIP 2020 Status Report May 12, 2021 virtual forum. That report provided information on the discussions during that forum, as well as documentation provided to participants.

On June 14, 2021, the Companies made an informational filing with the Commission regarding the initiation of the Companies' Transmission and Distribution Climate Risk and Resilience Working Group. As a result of that informational filing, the Commission opened docket 2021-197-E. As noted in the June 14, 2021 informational filing, the Companies agreed to provide notification of the informational filing to all interested parties and stakeholders. The Companies invited stakeholders who have expressed interest in similar topics or events. Further, the Companies also emailed past attendees of South Carolina GIP stakeholder events, as shown in the

The Honorable Jocelyn G. Boyd August 3, 2021 Page 2

attached, to inform them that the Companies will be providing an overview of the DEC/DEP Transmission and Distribution Climate Risk & Resilience Study process during a virtual forum on July 27, 2021. A copy of that notice is attached, which was emailed to 93 individuals. Many stakeholders in overlapping stakeholder groups have received multiple communications on this matter.

The Companies will continue to inform stakeholders, the ORS and the Commission on communications occurring within the stakeholder engagement efforts in the Companies' Grid Improvement Plans.

Sincerely,

Heathy Snirley Smith

Heather Shirley Smith

Attachment

cc via email w/attachment:

Counsel for Office of Regulatory Staff

Department of Consumer Affairs

Counsel for Sierra Club

Counsel for Walmart, Inc.

Counsel for SELC on behalf of SC NAACP, SCCCL & Upstate Forever

Counsel for Nucor Steel-South Carolina

Counsel for SCSBA and Cypress Creek Renewables

Counsel for SCEUC

Counsel for Vote Solar

Counsel for CMC Recycling

Hasala Dharmawardena

Wilson, Jacqueline

From: GIP-engagement

Sent: Wednesday, July 21, 2021 5:21 PM

To: GIP-engagement

Subject: Duke Energy Grid Improvement Plan Stakeholder Outreach

Attachments: DEC & DEP Notice of Initiation of T&D Climate Risk and Resilience Working Group Process.pdf



Grid Improvement Plan Stakeholder Outreach

As a past attendee of our Grid Improvement Plan (GIP) Stakeholder events in South Carolina, we thought you may be interested in learning more about the Carolinas Transmission and Distribution Climate Risk & Resilience Study that Duke Energy is getting underway. We made an informational filing about the study with the Public Service Commission of South Carolina, and have attached it here for more background.

Duke Energy will provide an overview of the Carolinas Transmission and Distribution Climate Risk & Resilience Study during the ISOP Virtual Forum on Tuesday, July 27 from 1-5pm. If you are interested in participating, please click the button below.

REGISTER NOW

We appreciate your continued interest in our GIP and related efforts, and we hope that you will join us on July 27th.



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June 14, 2021

VIA EMAIL

The Honorable Jocelyn G. Boyd Chief Clerk and Executive Director Public Service Commission of South Carolina 101 Executive Center Drive, Suite 100 Columbia, South Carolina 29210

RE: Duke Energy Carolinas, LLC and Duke Energy Progress, LLC's Notice of Initiation Transmission and Distribution Climate Risk and Resilience Working Group Process

Dear Ms. Boyd:

Pursuant to Stipulations approved by the North Carolina Utilities Commission as described in the attached, Duke Energy Carolinas, LLC ("DEC") and Duke Energy Progress, LLC ("DEP" and collectively with DEC, the "Companies") hereby provide notice of the initiation of the Companies' Transmission and Distribution Climate Risk and Resilience Working Group process set by North Carolina. Consistent with the settlement agreement approved in NC, it is the Companies' intention to include South Carolina stakeholders in this endeavor.

The Companies will retain a third-party consultant with experience developing models or analyses for quantifying climate-related impacts on the Transmission and Distribution ("T&D") System. The Companies are currently evaluating third-party consultant proposals to perform this analysis of the Companies' T&D systems across North Carolina and South Carolina. The third-party work-scope is expected to produce a climate science assessment to understand projected future climate conditions for the service territory and support an evaluation of potential impacts of climate change on key T&D assets and operations by synthesizing the best available climate and extreme weather projections into metrics regarding the potential impacts of climate change from present day through 2100. This study is expected to help the Companies develop an ongoing flexible framework with options to address key weather risks as climate-science projections evolve over time. The study approach will be aligned with North Carolina Department of Environmental Quality ("NC DEQ") workstreams associated with the State Climate Risk Assessment and Resilience Plan as appropriate based on consultation with the NC DEQ.

The Honorable Jocelyn G. Boyd June 14, 2021 Page 2

To be transparent, the Companies plan to include South Carolina stakeholders in this work, and will work off of a fulsome list of stakeholders invited to various efforts, including relevant state agencies such as the South Carolina Office of Resiliency. The Companies believe topics, interested parties, and opportunities for improvement between North Carolina and South Carolina will overlap such that including South Carolina will be both timely and efficient, as well as increase transparency and provide opportunity for input.

The Companies wished to inform the Commission of this ongoing effort and the goal of including South Carolina stakeholders who are interested in participating. Pursuant to the following requirement from the settlement, the Companies are filing this notice with the Public Service Commission of South Carolina and will also inform the referenced stakeholders of this endeavor:

"[The Companies] shall give notice of such filing to all interested parties in all North Carolina and South Carolina dockets and stakeholder processes to which it is a party related to climate or decarbonization policy, the Grid Improvement Plan, Integrated Resource Plan, and Integrated System Operations Plan."

There is no statutory requirement for public notice for South Carolina. However, should the Commission wish to open an informational NDI docket, the Companies would be glad to file interim public updates on the Transmission and Distribution Climate Risk and Resilience Working Group process in such docket.

Sincerely,

Heathy Snirley Smith

Heather Shirley Smith

Attachment

cc: Ms. Nanette Edwards, Office of Regulatory Staff

Ms. Dawn Hipp, Office of Regulatory Staff

Mr. Jeff Nelson, Office of Regulatory Staff



Jack Jirak Deputy General Counsel

Mailing Address: NCRH 20 / P.O. Box 1551 Raleigh, NC 27602

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jack.jirak@duke-energy.com

June 1, 2021

VIA ELECTRONIC FILING

Ms. Kimberley A. Campbell, Chief Clerk North Carolina Utilities Commission 4325 Mail Service Center Raleigh, North Carolina 27699-4300

RE: Duke Energy Carolinas, LLC's and Duke Energy Progress, LLC's Notice of Initiation of Carolinas Transmission and Distribution Climate Risk and Resiliency Working Group Docket Nos. E-7, Sub 1214 and E-2, Sub 1219

Dear Ms. Campbell:

Pursuant to the North Carolina Utilities Commission's ("Commission") March 31, 2021 Order Accepting Stipulations, Granting Partial Rate Increase, and Requiring Customer Notice in Docket No. E-7, Sub 1214 and its April 16, 2021 Order Accepting Stipulations, Granting Partial Rate Increase, and Requiring Customer Notice in Docket No. E-2, Sub 1219 (collectively, the "Orders") Duke Energy Carolinas, LLC ("DEC") and Duke Energy Progress, LLC ("DEP" and collectively with DEC, the "Companies") hereby provide notice of the initiation of the Companies' Transmission and Distribution Climate Risk and Resilience Working Group process and provide the following scoping plan and proposed scheduling information consistent with the terms of the Agreement and Stipulation of Settlement entered into between Vote Solar and DEP and DEC, respectively (collectively, the "Stipulation").

Scoping Plan

Consistent with the Stipulation, within six months from the effective date of the Commission's order, the Companies will convene a Climate Risk & Resilience Working Group ("Working Group"). Also consistent with the terms of the Stipulation, the Companies will retain a third-party consultant with experience developing models or analyses for quantifying climate-related impacts on the Transmission and Distribution System. The Companies are currently evaluating third-party consultant proposals to perform this analysis of the Companies' transmission and distribution systems across North Carolina and South Carolina. The third-party work-scope is expected to produce a climate science assessment to understand projected future climate conditions for the service territory and support an evaluation of potential impacts of climate change on key

Transmission and Distribution ("T&D") assets and operations by synthesizing the best available climate and extreme weather projections into clear metrics regarding the potential impacts of climate change from present day through 2100. This study is expected to help the Companies develop an ongoing flexible framework with options to address key weather risks as climate-science projections evolve over time.

The study approach will be aligned with NC Department of Environmental Quality ("NC DEQ") workstreams associated with the State Climate Risk Assessment and Resilience Plan as appropriate based on consultation with the NC DEQ.

The Companies believe it would be beneficial to develop priorities and sequence review efforts collaboratively with participating parties and the support of the third-party facilitator. A kickoff meeting has not yet been scheduled, but is expected to follow the July 27th Integrated System & Operation Planning ("ISOP") Stakeholder meeting where the Companies will give an overview of the study and provide a forum to discuss the planned process. At this time, the Companies anticipate that most if not all meetings will be virtual to allow for broad participation and accessibility. Finally, some items may be addressed by smaller subsets of stakeholders, as each participant expresses interest, to improve efficiency and breadth of topics covered.

Working Group Schedule

The third-party consultant will organize and facilitate the Working Group sessions, proposed to be held virtually and separately from the broader ISOP stakeholder process, with periodic updates to the broader ISOP stakeholder group. The third-party consultant will hold the first of these sessions by October 1, 2021, at the latest. The purpose of these sessions will be to: (1) facilitate information-sharing; (2) create a forum for open and constructive discussion of key issues affecting climate resilience in the Carolinas generally and of the Companies' planning for climate resilience specifically; and (3) seek to allow all parties to reach a common understanding of critical issues, and, where possible, consensus on how to best address.

As noted above, the Companies are currently reviewing proposals by prospective third-party consultants to support this work. Based on a preliminary review of proposals, the process is expected to take two to three years to complete. The initial project launch is expected to include third-party facilitator interviews with a representative sample of stakeholders. Over the course of the Working Group process, the Companies anticipate providing several periodic updates to the broader ISOP Stakeholder group to keep them informed of progress on this work. The Working Group is anticipated to meet approximately quarterly, depending on the stage of the study. Materials from the sessions will be subsequently posted at https://www.duke-energy.com/ISOP for easy access by interested parties.

Thank you for your attention to this matter. If you have any questions, please let me know.

Sincerely,

Jack Jirak

cc: Parties of Record

CERTIFICATE OF SERVICE

I certify that a copy of Duke Energy Carolinas, LLC and Duke Energy Progress, LLC's Notice of Initiation of Carolinas Transmission & Distribution Climate Risk & Resiliency Working Group, in Docket Nos. E-7, Sub 1214 and E-2, Sub 1219, has been served by electronic mail, hand delivery or by depositing a copy in the United States mail, postage prepaid to parties of record:

This the 1st day of June, 2021.

Jack E. Jirak

Deputy General Counsel
Duke Energy Corporation
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